Senate Bill 343

Sponsored by Senator MONROE (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Adjusts calculation of cost of education for certain private institutions of higher education for purpose of Oregon Opportunity Grant to take into account some of amount that cost of education is reduced at public institutions of higher education as result of public funds.

Declares emergency, effective July 1, 2011.

A BILL FOR AN ACT

Relating to cost of higher education; creating new provisions; amending ORS 348.205; and declaring an emergency.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 348.205 is amended to read:

- 348.205. (1) The Oregon Opportunity Grant program is established within the Oregon Student Assistance Commission.
- (2) Under the program, the cost of education of a qualified student shall be shared by the student, the family of the student, the federal government and the state.
- (3) The commission shall determine the cost of education of a qualified student based on the type of eligible post-secondary institution the student is attending. The cost of education equals:
- (a) For a student attending a community college, the average cost of education of attending a community college in this state[;].
- (b) For a student attending an institution under the direction of the State Board of Higher Education, the average cost of education of attending an institution under the direction of the board[,].
- (c) For a student attending a two-year Oregon-based, generally accredited, not-for-profit institution of higher education, the sum of the following:
 - (A) The average cost of education of attending a community college in this state[; and].
- (B) An amount that equals a percentage of the amount that the average cost of attending a community college in this state is decreased as a result of moneys appropriated to the Department of Community Colleges and Workforce Development. For purposes of this calculation:
- (i) The percentage shall be identified by the commission by rule to be between 50 and 100 percent.
- (ii) The amount that the average cost of attending a community college in this state is decreased as a result of moneys appropriated to the department shall be calculated by the department based on the prior biennium.
- (d) For a student attending the Oregon Health and Science University or a four-year Oregon-based, generally accredited, not-for-profit institution of higher education, the sum of the following:

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- (A) The average cost of education of attending an institution under the direction of the board.
- (B) An amount that equals a percentage of the amount that the average cost of attending an institution under the direction of the board is decreased as a result of moneys appropriated to the Oregon University System. For purposes of this calculation:
- (i) The percentage shall be identified by the commission by rule to be between 50 and 100 percent.
- (ii) The amount that the average cost of attending an institution under the direction of the board is decreased as a result of moneys appropriated to the Oregon University System shall be calculated by the Oregon University System based on the prior biennium.
- (4)(a) The commission shall determine the amount of the student share. The student share shall be based on:
 - (A) The type of eligible post-secondary institution the student is attending;
- (B) The number of hours of work that the commission determines may be reasonably expected from the student; and
- (C) The amount of loans that the commission determines would constitute a manageable debt burden for the student.
- (b) The student shall determine how to cover the student share through income from work, loans, savings and scholarships.
- (c) The student share for a student who attends a community college may not exceed the amount that the commission determines a student may earn based on the number of hours of work reasonably expected from the student under paragraph (a) of this subsection.
- (d) The student share for a student who attends an eligible post-secondary institution that is not a community college may not exceed the sum of the amount that the commission determines a student may receive as loans plus the amount a student may earn based on the number of hours of work reasonably expected from the student under paragraph (a) of this subsection.
- (5) The commission shall determine the amount of the family share. The family share shall be based on the resources of the family.
- (6) The commission shall determine the amount of the federal share based on how much the student or the student's family is expected to receive from the federal government as grants, loans, tax credits or other student assistance.
- (7)(a) The commission shall determine the amount of the state share. The state share shall be equal to the cost of education reduced by the student share, family share and amount received by the student from the federal government.
- (b) The commission shall establish a minimum amount that a student may receive as a state share. If the commission determines that the amount of the state share of a student is below the minimum amount, the student may not receive the state share.
- (c) In determining the amount of the state share, the commission shall consider the total amount available to award as grants to all qualified students. If the commission must reduce the amount of the state share under this paragraph, the commission may not reduce the amount of the state share awarded to students in the low income range in a greater proportion than the amount that the state share for students in other income ranges is reduced.
- SECTION 2. The amendments to ORS 348.205 by section 1 of this 2011 Act first apply to the 2011-2012 academic year.
- SECTION 3. This 2011 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2011 Act takes effect

1 **July 1, 2011.**

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